

Budget
Hildale-Colorado City

Date: 03/07/24 **Exhibit 2**
 Inflation Factor (%): 3.50
 Loan Interest Rate (%): 4.50
 System Number: UT27006

EXPENSES AND SOURCES OF FUNDS	2021	2022	2023	% Belonging to Water	2024	2025	2026	2027	2028
OPERATIONS & MAINTENANCE EXPENSES									
EQUIPMENT SUPPLIES & MAINT	333	3,096	50,000	100%	53,000	54,855	56,775	58,762	60,819
FUEL	121	0	400	100%	424	439	454	470	487
TOOLS & EQUIPMENT-NON CAPITAL	119	10,855	10,000	100%	10,600	10,971	11,355	11,752	12,164
MAINT & SUPPLY - SYSTEM	143,261	90,043	177,700	100%	188,362	194,955	201,778	208,840	216,150
POWER	139,469	134,979	200,800	100%	212,848	220,298	228,008	235,988	244,248
LABORATORY & TESTING	2,382	9,460	12,500	100%	13,250	13,714	14,194	14,691	15,205
SYSTEM CONSTRUCTION SERVICES	4,581	8,128	33,830	100%	35,860	37,115	38,414	39,758	41,150
CONST-CUSTOMER'S INSTALLATION	0	0	5,000	100%	5,300	5,486	5,677	5,876	6,082
SPECIAL DEPT SUPPLIES	10,284	15,879	23,000	100%	24,380	25,233	26,116	27,031	27,977
IMPROVEMENTS OTHER THAN BLDGS	0	357	7,000	100%	7,420	7,680	7,948	8,227	8,515
EQUIPMENT - FIELD	0	0	1,000	100%	1,060	1,097	1,135	1,175	1,216
Transfers to Joint Admin Fund	448,628	407,959	717,270	100%	742,374	768,358	795,250	823,084	851,892
Total Refurbishing and Rebuilding Cost					100,000	100,000	250,000	0	0
Additional Operating Costs - New Wells						20,000	20,000	50,000	50,000
Total Operation and Maintenance Expenses:	749,178	680,756	1,238,500		1,394,878	1,460,199	1,657,106	1,485,655	1,535,903
GENERAL & ADMINISTRATIVE EXPENSES									
Operating Reserve Funding					0	0	0	0	0
Emergency Reserve Funding					0	0	0	0	0
Debt Reserve Funding					4,919	4,919	4,919	0	0
Replacement of Existing Capital Assets					151,252	139,174	134,078	105,848	105,848
Replacement of Funded Project Assets					3,897	3,897	3,897	3,897	3,897
Reserves for Additional Capital Assets					80,681	45,682	45,682	35,133	22,850
Debt Service					56,058	71,422	30,122	141,706	295,394
BOOKS, SUBSCR. & MEMBERSHIPS	1,874	1,431	3,000	100%	3,180	3,291	3,406	3,526	3,649
TRAVEL	568	0	5,000	100%	5,300	5,486	5,677	5,876	6,082
FOOD & REFRESHMENT	816	0	1,000	100%	1,060	1,097	1,135	1,175	1,216
ENGINEER	44,779	20,150	45,000	100%	47,700	49,370	51,097	52,888	54,737
LEGAL - GENERAL			20,000	100%	21,200	21,942	22,710	23,505	24,327
EDUCATION	645	405	3,500	100%	3,710	3,840	3,974	4,113	4,257
BAD DEBT EXPENSE	7,114	14,064	8,000	100%	8,480	8,777	9,084	9,402	9,731
TRANSFERS TO 2017 JMT RES FUND			8,000		8,000	8,000	8,000	8,000	0
Total General and Administrative Expenses:	55,795	36,050	93,500		395,437	366,897	323,783	395,067	531,990
TOTAL EXPENSES	804,973	716,806	1,332,000		1,790,316	1,827,096	1,980,889	1,880,722	2,067,892
SOURCE OF FUNDS / REVENUES RECEIVED									
Sales Revenue (Base + Usage)	770,031	841,544	955,800		1,433,457	1,632,008	1,751,375	1,819,556	1,884,255
New connections	40,060	28,004	40,000	100%	41,400	42,849	44,349	45,901	47,507
Interest income	3,143	4,174	22,000	100%	22,770	23,587	24,392	25,246	26,129
Uncollectable Receivables					-2,867	-3,264	-3,503	-3,639	-3,769
Construction Revenue			5,000	100%	5,175	5,356	5,544	5,738	5,938
Construction and Repair	4,581	8,128	33,830	100%	35,014	36,240	37,508	38,821	40,179
Sundry Operating Revenue	0	184,568	0	100%	0	0	0	0	0
Penalties	49,212	15,382	60,000	40%	24,840	25,709	26,609	27,541	28,504
Impact Fees (Yet to be adopted, \$16k per ERU)					16,000	32,000	64,000	128,000	128,000
TOTAL REVENUE	867,028	1,081,800	1,116,630		1,575,789	1,794,465	1,950,273	2,087,162	2,156,745
NET LOSS OR GAIN:	62,055	364,994	-215,370		-214,527	-32,630	-30,616	206,440	88,853
NET CASH FLOW (Contribution to Reserves)	62,055	364,994	-215,370		26,223	161,043	157,960	351,318	221,448
Affordability assuming MHI of \$62857 for residential meters.					1.56%	1.78%	1.91%	1.98%	2.05%
Does the Budget Balance?					No	No	No	Yes	Yes
Positive Annual Cash Flow?					Yes	Yes	Yes	Yes	Yes